GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

TOURISM – Grant of incentives to M/s VSK Hotels & Resorts LLP for Development of an Eco–Luxury Resort at Araku Valley as per the provisions of Andhra Pradesh Tourism Policy 2024 -2029 - Orders - Issued.

YOUTH ADVANCEMENT, TOURISM AND CULTURE (TOURISM) DEPARTMENT

G.O.MS.No. 36 **Dated: 16-10-2025**

Read the following:

1. G.O.Ms.No.17, YAT&C (T) Department, Dt:10.12.2024.
2. Proposal of M/s VSK Hotels & Resorts LLP.
3. Minutes of SIPB meeting held on Dt:8.10.2025 received from I&C (P&I) Dept., Lr.No.2624402/2024/P&I, Dt:09.10.2025.

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ORDER: -

In the reference 1st read above, Andhra Pradesh Tourism Policy 2024-2029 has been issued with an aim to create a robust ecosystem that fosters private investment growth by streamlining approval processes, offering incentives and implementing investor-friendly policies, specially focusing on developing anchor destinations to serve as key hubs, attracting both Domestic and International tourists.

2. In the reference 2nd read above, M/s VSK Hotels & Resorts LLP, Visakhapatnam has submitted an investment proposal for Development of Luxury Resort at Araku Valley with an investment of Rs.55.84 Cr with a potential to create employment for 98 people directly and 100 people indirectly. They have requested for providing incentives as per the A.P. Tourism Policy 2024-2029.

3. The project is proposed in Araku, a notified tribal area and the LTR Act is not applicable, as the promoter belongs to a Scheduled Tribe and has applied for the required approvals from the Gram Panchayat for construction activity in accordance with the provisions of PESA Act.

4. The above proposal was placed before the State Investment Promotion Board (SIPB) in its meeting held on 8.10.2025 with the recommendations of State Investment Promotion Committee (SIPC) in its meeting held on 16.9.2025. In the reference 3rd read above, the SIPB has recommended for reimbursement of 100% net SGST for a period of 10 years or up to realization of 100% fixed capital investment, whichever is earlier and to sanction other incentives as per Andhra Pradesh Tourism Policy 2024-2029.

5. Government, after careful consideration of the recommendations of the State Investment Promotion Board (SIPB) in its meeting held on 8.10.2025 and keeping in view the provisions of Andhra Pradesh Tourism Policy 2024-2029, hereby grant the following incentives to M/s VSK Hotels & Resorts LLP for Development of an Eco–Luxury Resort at Araku Valley:-

a) Reimbursement of 100% net SGST for a period of 10 years or upto realization of 100% fixed capital investment, whichever is earlier, as being a Large Tourism project.

(P.T.O)

b) 10% of Fixed Capital Investment (FCI) limited to ₹10 Crore in 5 equal instalments.

c) Electricity charges at industry rates.

d) Reimbursement of electricity duty for a period of 5 years.

e) Necessary support shall be extended for single window clearances.

6. The Chief Executive Officer, Andhra Pradesh Tourism Authority, Vijayawada shall take further necessary action, accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

AJAY JAIN
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The Chief Executive Officer, Andhra Pradesh Tourism Authority, Vijayawada.
M/s VSK Hotels & Resorts LLP through (CEO, APTA).

Copy to:
The Finance (FMU-GAD.II) Department.
The Accountant General, Andhra Pradesh, Vijayawada.
The PS to Secretary to HCM.
The OSD to Minister for Tourism (TC&C)
The OSD to Chief Secretary
The PS to Special Chief Secretary to Government, YAT&C Dept.,
The G.A. (Cabinet) Department
SF/SC (2998077).

// FORWARDED :: BY ORDER//

SECTION OFFICER